

member of the class. As a class member, you are entitled to the benefits described below. **You are not being sued.**

The purpose of this notice is to inform class members of the pendency of the Lawsuit; the proposed settlement of the Lawsuit; and your legal rights, including the process for receiving a settlement check, excluding yourself from the settlement, entering an appearance, or objecting to the settlement.

The terms of the proposed settlement are set forth in detail in the Class Action Settlement Agreement (hereinafter referred to as the “Agreement”) available for review at the office of the Clerk of the Eastern District of Virginia, Alexandria Division, 401 Courthouse Square, Alexandria, VA 22314.

II. WHAT IS THIS LAWSUIT ABOUT?

Carolyn Dykes is a consumer who resides in Virginia when she was sent letters by Gatestone. She filed this lawsuit against Gatestone alleging Gatestone violated the Fair Debt Collection Practices Act (hereinafter referred to as the “FDCPA”), 15 U.S.C. § 1692, *et seq.*, by sending letters to 212 Virginia residents containing false or misleading statements. Specifically, Ms. Dykes claims the letters were false or misleading because in the letters, Gatestone required disputes to be made in writing and implied that consumers could not initiate administrative review hearings of student loans resulting from allegedly fraudulent actions of the school attended. Gatestone disputes Ms. Dykes’ legal claims and maintains the notices are not false or misleading, and accurately describe the federal student loan rehabilitation requirements.

III. WHO IS IN THE CLASS?

On _____, 2018, the Court certified a Virginia class (hereinafter referred to as the “Virginia Class Members”):

All consumers in the Commonwealth of Virginia to whom Gatestone & Co. International Inc. mailed a letter in a form materially identical or substantially similar to the letter sent to the Plaintiff, as attached to the Complaint as Exhibit A, from February 27, 2017 to August 30, 2018, and which was not returned by the postal service as undeliverable.

There are 212 Virginia Class Members. Gatestone’s records identified you as a possible Virginia Class Member.

IV. WHO REPRESENTS THE CLASS?

The Court appointed the following attorneys (hereinafter referred to as “Class Counsel” to represent the Virginia Class Members:

Thomas R. Breeden
Thomas R. Breeden, P.C.
10326 Lomond Drive
Manassas, VA 20109
(703) 361-9277

Brian L. Bromberg
Bromberg Law Office, P.C.
26 Broadway, 21st Floor
New York, NY 10004
(212) 248-7906

CLASS COUNSEL REPRESENT YOUR INTERESTS IN THE LAWSUIT. YOU WILL NOT BE CHARGED FOR THEIR SERVICES. YOU MAY, HOWEVER, HIRE YOUR OWN ATTORNEY AT YOUR OWN EXPENSE TO ADVISE YOU IN THIS MATTER.

V. WHAT ARE THE POTENTIAL BENEFITS OF THE PROPOSED SETTLEMENT?

If the proposed settlement is approved by the Court, and all conditions of the settlement are satisfied, Gatestone will pay the named plaintiff, \$4,000, as statutory damages and in recognition of her services as the Class Representative.

Gatestone will also be obligated to pay each Virginia Class Member who does not timely exclude himself or herself from the settlement a \$175 settlement check. Any settlement checks not cashed 60 days after the date on the check or settlement funds otherwise undistributed will be paid over to the Northern Virginia Pro Bono Law Center, a not-for-profit consumer organization, subject to court approval, for the benefit of the class.

VI. WHAT ABOUT ATTORNEYS’ FEES?

The proposed settlement is not contingent upon the attorneys’ fees, costs, and/or expenses to be awarded to Class Counsel. Such fees, costs, and expenses shall be awarded by the Court, and shall in no manner reduce the amount of benefits due the class. Class Counsel intend to file an application for \$25,000 in attorneys’ fees, costs, and expenses presently incurred in the representation of the Virginia Class Members plus any additional attorneys’ fees, costs, and expenses incurred through Final Judgment.

VII. NO ADMISSION OF LIABILITY.

Gatestone denies that its conduct was wrongful or illegal and has asserted numerous defenses to the claims in the Lawsuit. Class Counsel have conducted an evaluation of the claims asserted in the Lawsuit. After extensive arms-length

negotiations with counsel for Gatestone, and after considering the expense and duration of any trial and/or appeal, the inherent problems of proof, and the uncertain outcome and risks of litigation, Class Counsel have concluded that a settlement is in the best interests of the Virginia Class Members. The proposed settlement is a compromise of disputed claims. Neither the settlement, nor this notice, is to be construed as an admission or concession of liability by Gatestone.

VIII. WHAT AM I GIVING UP?

If the Court approves the proposed settlement, unless you exclude yourself from the proposed settlement, you will be barred from bringing your own lawsuit for recovery of any of the Released Claims against the Released Parties, and you shall be deemed to have released the Released Parties from the Released Claims.

“Released Claims” includes all claims asserted in this lawsuit and “Released Parties” include Gatestone and its officers, employees, and affiliates. Definitions of these terms are found in the Agreement available for review at the Office of the Clerk of the Eastern District of Virginia, Alexandria Division, 401 Courthouse Square, Alexandria, VA 22314.

IX. WHAT ARE MY OPTIONS?

1. **Do nothing and receive settlement money** – If you are a Virginia Class Member and agree with the proposed settlement, you do not need to do anything to be included and receive a check for \$175.

2. **Exclude yourself** – If you are a Virginia Class Member and wish to be excluded from the class, you must send a written request for exclusion to _____, _____, _____, _____, with a postmark date no later than _____, 2019. To be effective, the written request for exclusion must be signed by you and must set forth the name and case number of this Lawsuit, your full name, address, telephone number, and email address (if available) along with a statement that you wish to be excluded. If you submit a valid and timely request for exclusion, you shall be excluded from the proposed settlement, you will not be bound by the terms of the Agreement or final judgment, and you will not be precluded from filing or prosecuting any individual claim you may otherwise have against any of the Released Parties relating to the Released Claims. **If you exclude yourself, you will not receive any settlement money.**

3. **If you are a Virginia Class Member and do not request to be excluded, you may object to the terms of the proposed settlement.** If you object, you will be barred from bringing your own individual lawsuit against any of the Released Parties relating to the Released Claims, and you will be bound by the Final Order and Judgment and all

other orders entered by the Court. If you object to the settlement, you must file a written objection with the Court, at United States District Court, Eastern District of Virginia, Alexandria Division, 401 Courthouse Square, Alexandria, VA 22314 no later than , 2019. Further, you must also, no later than , 2019, provide a copy of the written objection to Class Counsel, Attention: Gatestone Settlement, Brian L. Bromberg, Bromberg Law Office, P.C., 26 Broadway, 21st Floor, New York, NY 10004, and to Gatestone's Counsel, Attention: Gatestone Settlement, James K. Schultz, Esq., Sessions, Fishman, Nathan & Israel, L.L.C., at 1545 Hotel Circle South, Suite 150, San Diego, CA 92108. To be considered, the written objection must be signed by you and must set forth the name and case number of this Lawsuit, your full name, address, telephone number, and email address (if available) along with a statement of the reasons for your objection and whether you intend to appear at the Fairness Hearing. You may, but need not, enter an appearance through counsel of your choice. If you do, you will be responsible for your own attorneys' fees, costs, and expenses. If you do not timely make your objection in this manner, you will be deemed to have waived all objections and shall not be heard or have the right to appeal approval of the settlement.

No matter which option you choose, you may enter an appearance through an attorney, if you desire to do so.

X. FAIRNESS HEARING.

On , 2019, the Court shall conduct a hearing (the "Fairness Hearing"), at United States District Court, Eastern District of Virginia, Alexandria Division, 401 Courthouse Square, Alexandria, VA 22314, Court Room , commencing at A.M., to review whether the proposed settlement is fundamentally fair, reasonable, adequate, and in the best interest of the Virginia Class Members and should be approved by the Court; whether the Final Order and Judgment, as provided under the Agreement, should be entered, dismissing the Lawsuit with prejudice and releasing the Released Claims against the Released Parties; and, to discuss and review other issues as the Court deems appropriate. Attendance at the Fairness Hearing is not necessary; however, Virginia Class Members wishing to be heard are required to indicate in their written objection whether or not they intend to appear at the hearing. The time and date of this hearing may be continued or adjourned without further notice.

XI. ADDITIONAL INFORMATION.

PLEASE DO NOT CALL OR WRITE THE COURT OR GATESTONE FOR INFORMATION OR ADVICE.

Please direct any inquiries concerning any matter raised in this notice by contacting Class Counsel at: Brian Bromberg, Attention: Gatestone Settlement, Bromberg Law Office, P.C., 26 Broadway, 21st Floor, New York, NY 10004.

If the address on this notice was incorrect, please update your address to make sure that any money you may be due under the proposed settlement is sent to your correct address by writing to _____, _____.

The above description of this case does not cover all the contentions of the parties. For a complete statement of all the contentions and proceedings in this case, you may consult the files relating to this lawsuit at the Office of the Clerk, United States District Court for the Eastern District of Virginia, 401 Courthouse Square, Alexandria, VA 22314. Internet access to the court file is available through the PACER (Public Access to Court Electronic Records) system. Information about registering for and accessing the PACER system can be found at <http://pacer.psc.uscourts.gov/>. Please do not call the Judge or Clerk of the Court. They will not be able to give you advice about this case.

If you have any more questions please email or call the Bromberg Law Office, P.C. at brian@bromberglawoffice.com or (212) 248-7906.